



Iowa Department of Transportation
OFFICE OF RIGHT OF WAY - RELOCATION

MORTGAGE INTEREST DIFFERENTIAL PAYMENT (MIDP)

Name _____
Address _____
City, State Zip _____

County _____
Project _____
Parcel _____

The Iowa Department of Transportation provides a payment to reimburse you for increased interest costs and other debt service costs that you incur in connection with obtaining a mortgage on your replacement dwelling.

The MIDP is contingent on: 1) the existence of a bonafide mortgage(s) that was valid lien on the displacement dwelling for at least 180 days prior to the initiation of negotiations; and, 2) a mortgage being placed on the replacement dwelling.

Payment for increased mortgage interest cost in the amount which will reduce the mortgage balance on your new mortgage to an amount which could be amortized with the same monthly payment (*principal and interest*) over the same period of time as the mortgage on the displacement dwelling.

Payment will be made for certain other debt service costs provided: 1) they are not paid as incidental expenses; 2) they do not exceed rates normal to similar real estate transactions in your area; and 3) the Iowa Department of Transportation determines them to be necessary.

Based on the current balance and terms of your existing mortgage and prevailing terms for new conventional mortgages in your area, you are eligible for an MIDP of \$_____. This payment is based on the remaining term and amount of the mortgage on the displacement dwelling and current prevailing mortgage interest rate of _____% interest with _____ points.

This eligibility is premised on your obtaining a mortgage on your replacement dwelling for a term of not less than _____ months, the remaining term of your existing mortgage, for not less than \$_____.

If you elect to obtain a mortgage in a smaller amount or for a shorter term, a recomputation will be required and your payment will change.

Relocation Advisor

Douglas C. Bates
Relocation Assistance Supervisor

Date Submitted to Displacee

Date Prepared

- Estimated MIDP
- Actual MIDP